Postal Regulatory Commission Submitted 3/9/2012 4:32:33 PM Filing ID: 81036 Accepted 3/12/2012

BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

MAIL PROCESSING NETWORK RATIONALIZATION SERVICE CHANGES, 2011

Docket No. N2012-1

RESPONSE OF UNITED STATES POSTAL SERVICE WITNESS NERI TO PRESIDING OFFICER'S INFORMATION REQUEST NO. 1 QUESTION 8 (March 12, 2012)

United States Postal Service witness Neri (USPS-T-4) provides a response to the above-listed question from the Presiding Officer, dated December 29, 2011. The question is stated verbatim and followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Anthony F. Alverno Chief Counsel Global Business & Service Development

James M. Mecone

475 L'Enfant Plaza West, S.W. Washington, D.C. 20260 (202) 268-6525; Fax -5402 March 12, 2012

RESPONSE OF UNITED STATES POSTAL SERVICE WITNESS NERI TO PRESIDING OFFICER'S INFORMATION REQUEST NO. 1

- 8. On page 14 of his testimony, witness Neri (USPS-T-4) states, "following implementation of an approved AMP, two post-implementation reviews (PIRs) are required. A PIR measures actual data before and after AMP implementation, comparing the projected savings or costs with actual post-AMP savings or costs. Most PIRs find that actual net savings exceed what was originally projected." On page 3 of his testimony, witness Williams (USPS-T-1) states that 114 AMP consolidations have been approved under the June 2008 network plan, with 11 studies currently ongoing.
 - a. How many AMP studies have been performed since 2008?
 - b. How many PIRs have been performed?
 - c. How many PIRs have found that actual net savings exceeded the original AMP projection?
 - d. How many PIRs have found that actual net savings did not exceed the original AMP projection?
 - e. Please provide a copy of all AMP studies and PIRs performed since 2008, including those related to facilities identified in this docket.

RESPONSE:

- a. There were 118 AMPs completed before the Network Rationalization Initiative. An additional 186 AMPs were completed as part of the Network Rationalization Initiative.
- b. As reflected in USPS Library Reference USPS-LR-N2012-1/NP12, 61 PIRs were completed and the studies were provided as part of the library reference.
- c. Of the 61 completed PIRs, 57 found actual net savings exceeding the original AMP projection.
- d. Of the 61 completed PIRs, 4 found actual net savings that did not exceed the original AMP projection: St. Petersburg, Mojave (destinating), Winchester, and Marysville.
- e. Please see USPS Library Reference USPS-LR-N2012-1/NP12.